

The Department of Housing and Urban Development (HUD) will receive \$13.61 billion from the Recovery Act. These funds will go



towards the following programs:

- Community Development Block Grant
- Project-Based Rental Assistance
- Lead Hazard Reduction/Healthy Homes
- Homelessness Prevention Fund
- Tax Credit Assistance Program
- Native American Housing Block Grant
- Native Hawaiian Housing Block Grant
- Public Housing Capital Fund

More information about HUD plans can be found by [clicking here](#) or visiting www.hud.gov/recovery

HUD Programs Receiving Funding

Public Housing Capital Fund (Formula): □ \$3 billion

Description: "The Public Housing Capital Fund provides funds for the capital and management activities of Public Housing Agencies as authorized under Section 9 of the United States Housing Act of 1937 (42 U.S.C. 1437g) (the "Act"), including modernization and development of public housing. The funds cannot be used for operations or rental assistance.

Public housing authorities shall give priority to capital projects that can award contracts based on bids within 120 days from the date the funds are made available to the public housing authorities. Public housing agencies shall give priority consideration to the rehabilitation of vacant rental units and capital projects that are already underway or included in the 5-year capital fund plans required by the Act (42 U.S.C. 1437c-1(a)). Any restriction of funding to replacement housing uses shall be inapplicable. Funds provided shall supplement and not supplant expenditures from other Federal, State, or local sources or funds independently generated by the grantee. Notwithstanding Section 9(j), public housing agencies shall obligate 100 percent of the funds within one year of the date on which funds become available to the agency for obligation, shall expend at least 60 percent of funds within two years of the date on which funds become available to the agency for obligation, and shall expend 100 percent of the funds within three years of such date." (from [Public Housing Capital Fund \(Formula\)](#))

Type of funding: Formula

How to apply: Funds shall be obligated to public housing agencies within 30 days of enactment of the American Recovery and Reinvestment Act of 2009, which was signed February 17, 2009. Each public housing authority will execute a Capital Fund Program Amendment to the Annual Contributions Contract (ACC), which must be signed by the local HUD Field Office. The authorities will provide the local HUD Field Office an Annual Statement specifying how the funds are to be used, and the Field Office spreading the individual budget line items (BLIs) in HUD Line of Credit Control System (LOCCS). Public Housing Agencies that own or operate Low Income Public Housing and are eligible to receive capital funding under Section 9 of the United States Housing Act of 1937.

For information on how much as been allocated to Minnesota, [click here](#) .

Public Housing Capital Fund (Competitive): \$1 billion

Description: "To provide funds for the capital and management activities of Public Housing Agencies as authorized under section 9 of the United States Housing Act of 1937 (42 U.S.C. 1437g) (the "Act"), with the exception that funds cannot be used for operations or rental assistance. The funds shall be awarded by competition for priority investments, including investments that leverage private sector funding or financing for renovations and energy conservation. Funds shall be obligated through competitive funding by September 30, 2009. Public housing authorities shall give priority to capital projects that can award contracts based on bids within 120 days from the date the funds are made available to the public housing authorities. Public housing agencies shall prioritize capital projects that are already underway or included in the 5-year capital fund plans required by the Act (42 U.S.C. 1437c-1(a)). Funds provided under this heading shall serve to supplement and not supplant expenditures from other Federal, State, or local sources or funds independently generated by the grantees. Notwithstanding section 9(j), public housing agencies shall obligate 100 percent of the funds within 1 year of the date on which funds become available to the agency for obligation, shall expend at least 60 percent of funds within 2 years of the date on which funds become available to the agency for obligation, and shall expend 100 percent of the funds within 3 years of such date." (from [Public Housing Capital Fund Stimulus \(Competitive\)](#))

Type of funding: Competition

How to apply: HUD will issue a Notice of Funding Availability (NOFA) seeking applications from eligible applicants. Awards shall be obligated through competitive funding by September 30, 2009. Public Housing Agencies that own or operate Low Income Public Housing and are eligible to receive capital funding under section 9 of the United States Housing Act of 1937 (42 U.S.C. 1437g) (the "Act"). For more detailed information related to Capital Fund Formula or Competition Recovery Act information, please refer to the [Office of Capital Improvements Recovery Act Information web site](#)

Community Development Block Grants: \$1 billion

Description: "The Community Development Block Grant (CDBG) program enables local governments to undertake a wide range of activities intended to create suitable living environments, provide decent affordable housing and create economic opportunities, primarily for persons of low and moderate income. Under the Recovery Act, recipients shall give priority to projects that can award contracts based on bids within 120 days of the grant agreement." (from [Community Development Block Grants](#))

Type of funding: Formula

How to apply: Grantees will prepare an action plan amendment. HUD will process the plans in an expedited manner, execute grant agreements, and make the funds available in each grantee's line of credit. Eligible applicants include States, units of general local government that received CDBG Entitlement funding in FY 2008, non-entitlement jurisdictions in Hawaii, and Insular Areas.

For information on how much as been allocated to Minnesota, [click here](#) .

Neighborhood Stabilization Program: \$2 billion

Description: "Neighborhood Stabilization Program (NSP), round 2. Competitive grants awarded for activities eligible under division B, title III of the Housing and Economic Recovery Act of 2008 (Public Law 110-289, NSP round 1), to address home foreclosure and abandonment and for the provision of capacity building and support for NSP grantees. Rating factors will include grantee capacity to execute projects, leveraging potential, and concentration of investment to achieve neighborhood stabilization. Grantees must expend at least 50 percent of each grant within 2 years and 100 percent within 3 years of grant award. HUD may run two competitions - one addressing the provision of technical assistance (not to exceed \$50 million) and one to provide programmatic funding for grantees (remainder of funding)." (from [Neighborhood Stabilization Stimulus Program](#))

Type of funding: Competition

How to apply: HUD must issue Notices of Funding Availability (NOFA) with application requirements no later than May 3, 2009. Applicants will prepare an application and, for programmatic funding, complete citizen participation before submitting to HUD. Applications will be due to HUD not later than 150 days after enactment. HUD will review applications and make awards shortly thereafter. Eligible applicants are states, units of general local government, nonprofit entities, and consortia of nonprofit entities, which may submit proposals in partnership with for profit entities.

Homelessness Prevention Fund: \$1.5 billion

Description: "The Homelessness Prevention Fund will provide financial assistance and services to prevent individuals and families from becoming homeless and help those who are experiencing homelessness to be quickly re-housed and stabilized. The funds under this program are intended to target individuals and families who would be homeless but for this assistance. The funds will provide for a variety of assistance, including: short-term or medium-term rental assistance and housing relocation and stabilization services, including such activities as mediation, credit counseling, security or utility deposits, utility payments, moving cost assistance, and case management.

At least 60 percent of funds must be spent within two years; all funds must be spent within three years. Reporting requirements will be presented in the forthcoming notice." (from [Homelessness Prevention Fund](#))

Type of funding: Formula

How to apply: The process for making awards shall be through formula allocation, using the formula for the Homelessness Prevention Fund. Eligible applicants include Metropolitan Cities, urban Counties and States (for distribution to local governments and private nonprofit organizations).

For information on how much as been allocated to Minnesota, [click here](#) .

Lead Hazard Reduction: \$100 million

Description: "The Lead Hazard Reduction Program has four components:

The Lead-Based Paint Hazard Control Grant Program assists States, Native American Tribes, cities, counties/parishes, or other units of local government in undertaking comprehensive programs to identify and control lead-based paint hazards in eligible privately owned rental or owner-occupied housing.

The Lead Hazard Reduction Demonstration Grant Program assists urban jurisdictions with the greatest lead-based paint hazard control needs in undertaking programs for the identification and control of lead-based paint hazards in eligible privately owned rental and owner-occupied housing units.

The Healthy Homes Demonstration Grant Program develops, demonstrates, and promotes cost-effective, preventive measures to correct multiple residential safety and health hazards that produce serious diseases and injuries in children and other sensitive subgroups such as the elderly, with a particular focus on low income households. The Healthy Homes Demonstration Program is committed to supporting HUD's strategic goal of strengthening communities by addressing housing conditions that threaten health.

The Healthy Homes Technical Studies Grant Program works to gain knowledge to improve the efficacy and cost-effectiveness of methods of evaluation and control of lead-based paint and other housing-related health and safety hazards. This supports HUD's strategic goal to strengthen communities and the associated policy priority to improve our nation's communities

by improving the environmental health and safety of families living in public and privately owned housing." (from [Lead Hazard Reduction/Healthy Homes](#))

Type of funding: Grants

How to apply: HUD will publish an announcement of the new awards in the Federal Register and will also post the list [here](#) . The American Recovery and Reinvestment Act of 2009 authorized and provided funds for HUD to award grants under this grant program to those applicants under its fiscal year 2008 Notice of Funding Availability that were qualified for award but were not funded due to limitations of funds originally available.

Home Investment Partnerships Program/Tax Credit Assistance Program: \$2.25 billion

Description: "The Tax Credit Assistance Program (TCAP) provides grant funding for capital investment in Low Income Housing Tax Credit (LIHTC) projects via a formula-based allocation to State housing credit allocation agencies. The housing credit agencies in each State shall distribute these funds competitively and according to their qualified allocation plan. Projects awarded low income housing tax credits in fiscal years 2007, 2008, or 2009 are eligible for funding, but housing credit agencies must give priority to projects that are expected to be completed by February 2012. Seventy-five percent of TCAP funds must be committed by February 2010, 75 percent must be expended by February 2011, and 100 percent of the funds must be expended by February 2012." (from [Tax Credit Assistance Program](#))

Type of funding: Formula

How to apply: The 52 State Housing Credit Agencies that administer the Low-Income Housing Tax Credit Program are the only eligible applicants (the 50 states plus the District of Columbia and the Commonwealth of Puerto Rico). No other organizations, entities, or individuals are eligible for funding. Funding is by formula allocation to the 52 eligible state agencies.

For information on how much as been allocated to Minnesota, [click here](#) .

Project-Based Rental Assistance: \$2 billion

Description: "The Section 8 Program was authorized by Congress in 1974 and developed by HUD to provide rental subsidies for eligible tenant families (including single persons) residing in newly constructed, rehabilitated and existing rental and cooperative apartment projects. The rents of some of the residential units are subsidized by HUD under the Section 8 New Construction ("New Construction"), Substantial Rehabilitation ("Substantial Rehabilitation") and/or Loan Management Set-Aside ("LMSA") Programs. All such assistance is "project-based", i.e.; the subsidy is committed by HUD for the assisted units of a particular Mortgaged Property for a contractually determined period." (from [Project-Based Rental Assistance \(Formula\)](#))

Type of funding: Agency Plans

How to apply: HUD will use the \$2.0 billion provided in the legislation to fund contract renewals under the Section 8 program. In line with Congressional directives, the department will use the money provided to fund contract renewals on a full twelve-month cycle. This will avoid the payment disruptions that have occurred in recent years and enable owners to maintain their properties in an acceptable condition. There are 6,300 contracts that will be funded.

For information on how much as been allocated to Minnesota, [click here](#) .

Assisted Housing Stability & Energy & Green Retrofit Investments: \$250 Million

Description: "Grants and loans will be made available through HUD's Office of Affordable Housing Preservation (OAHP) for eligible property owners to make energy and green retrofit investments in the property, to ensure the maintenance and preservation of the property, the continued operation and maintenance of energy efficiency technologies, and the timely expenditure of funds. Physical and financial analyses of the properties will be conducted to determine the size of each grant and loan. Incentives will be made available to participating owners. The terms of the grants or loans will include continued affordability agreements. Grant

and loan funds must be spent by the receiving property owner within two years. Full detail of how to apply, and grant and loan terms, will be published in a Housing Notice within 60 days of the Recovery Act being signed into law (by April 17, 2009)."

Type of funding: Competition

How to apply: Full detail of how to apply, and grant and loan terms, will be published in a Housing Notice within 60 days of the bill being signed into law (by April 17, 2009). Owners of properties receiving project-based assistance pursuant to section 202 of the Housing Act of 1959 (12 U.S.C. 17012), section 811 of the Cranston- Gonzalez National Affordable Housing Act (42 U.S.C. 8013, or Section 8 of the United States Housing Act of 1937, as amended (42 U.S.C. 1437f).

Indian Community Development Block Grant: \$10 million

Description: "The Indian Community Development Block Grant (ICDBG) is funded through a set-aside of the Community Development Block Grant formula in title 1 of the Housing and Community Development Act of 1974 (42 U.S.C. 5306). Indian tribes and Alaska Native villages may use block grants to improve housing stock, provide community facilities, make infrastructure improvements, and expand job opportunities by supporting the economic development of their communities. Activities which are eligible for funding include housing construction, rehabilitation, acquisition of land for housing, direct assistance to facilitate homeownership among low- and moderate-income persons, construction of tribal and other facilities for single or multi-use, streets and other public facilities, and economic development projects.

The Recovery Act requires tribes to give priority to projects that can award contracts based on bids within 120 days from the date the funds are made available to the tribes." (from [Indian Community Development Block Grant Stimulus \(Competitive\)](#))

Type of funding: Competition

How to apply: Indian tribes, bands, groups, nations, tribal organizations, including Alaska Indians, Aleuts, Eskimo, and any Alaska Native village (that is eligible for assistance under the Indian Self-Determination and Education Assistance Act or which had been eligible under the State and Local Fiscal Assistance Act of 1972) and that received ICDBG funds in fiscal year 2008, are eligible for these funds. For information on to apply for these grants, visit <http://www.hud.gov/recovery/icdblockh.cfm>

Native American Housing Block Grant (Formula): \$225 million

Description: "The Native American Housing Block Grant program funds new construction, acquisition, rehabilitation, including energy efficiency and conservation, and infrastructure development activities. Funds can also be used to leverage private sector financing for new construction, renovation and energy retrofit investments. In selecting projects to be funded with Recovery Act funds, recipients shall give priority to projects for which contracts can be awarded within 180 days from the date that such funds are available to the recipient. Tribes/TDHEs will be required to obligate 100 percent of their funds within one year of the date funds are made available, expend at least 50 percent of such funds within two years of the date in which funds became available, and expend 100 percent of such funds within three years of such date. If a recipient fails to comply with the two year expenditure requirement, funds will be recaptured and

reallocated under the formula to tribes that comply with this requirement. If a recipient fails to comply with the three year expenditure requirement, the balance of the funds originally awarded to the recipient will be recaptured." (from [Native American Housing Block Grants - Formula](#))

Type of funding: Formula

How to apply: Funds for these purposes will be distributed according to the same funding formula that was used to allocate Indian Housing Block Grant funds in fiscal year 2008. Funds will be obligated within 30 days of the enactment of the Recovery Act. Tribes/TDHEs will be required to complete an Indian Housing Plan (IHP) amendment to their fiscal year 2008 IHP and to execute a Funding Approval/Agreement with the Special Conditions. These documents will need to be signed by the tribe/TDHE and sent to the relevant Area Office of Native American Programs (ONAP). Once these documents are received by the Area ONAP, the Funding Approval/Agreement will be executed and the information will be entered in the accounting system so that funds will be available in the Line of Credit Control System (LOCCS). Eligible applicants include Indian tribes or tribally designated housing entities (TDHEs) eligible to receive funding under NAHASDA (25 U.S.C. 4101 et seq.)

For information on how much as been allocated to Minnesota, [click here](#) .

Native American Housing Block Grant (Competitive): \$242 million

Description: "The Native American Housing Block Grant program, authorized by the Native American Housing Assistance and Self-Determination Act of 1996 ("NAHASDA") assists tribes in developing, operating, maintaining, and supporting affordable housing for rental and homeownership housing. Funds can be used for acquisition, new construction, rehabilitation of affordable housing, site improvement, development and rehabilitation of utilities and infrastructure, utility services, conversion, demolition, financing, administration and planning, improvement to achieve greater energy efficiency, mold remediation, investments that leverage private sector funding or financing for renovations, and energy conservation retrofit investments. Funds will be obligated through competitive funding by September 30, 2009. Priority will be given to projects that will spur construction and rehabilitation and will create employment opportunities for low-income and unemployed persons. Tribes/tribally designated housing authorities (TDHE) will be required to obligate 100 percent of their funds within 1 year of the date funds are made available, expend at least 50 percent of such funds within 2 years of the date in which funds became available, and expend 100 percent of such funds within 3 years of such date. If a tribe/TDHE fails to comply with the 2 year expenditure requirement, the funds will be recaptured and reallocated by formula to tribes that have complied with this requirement. If a tribe/TDHE fails to comply with the 3 year expenditure requirement, the balance of the funds originally awarded to the tribe/TDHE will be recaptured." (from [Native American Housing Block Grant Stimulus Program \(Competitive\)](#))

Type of funding: Competition

How to apply: Milestones in the award process include the publication of the IHBG Notice of Funding Availability (NOFA), receipt of applications, HUD review and approval of applications, and the execution of a Funding Approval/Agreement by HUD and the tribe. Funds will be obligated through competitive funding by September 30, 2009. Indian tribes or tribally designated housing entities (TDHEs) eligible to receive funding under NAHASDA (25 U.S.C. 4101 et seq.) For information on to apply for these grants, visit <http://www.hud.gov/recovery/nahblockh.cfm>.

Native Hawaiian Housing Grants: \$10.2 million

Description: "The Native American Housing Block Grant programs are authorized by the Native American Housing Assistance and Self-Determination Act of 1996 (NAHASDA) and the American Recovery and Reinvestment Act of 2009 (Recovery Act). Under the Recovery Act, funds may be used for new construction, acquisition, rehabilitation, including energy efficiency and conservation, and infrastructure development. Funds can also be used to leverage private sector financing for new construction, renovation and energy retrofit investments. Funds will be obligated within 30 days of the enactment of the Recovery Act. In selecting projects to be funded with Recovery Act funds, the recipient shall give priority to projects for which contracts can be awarded within 180 days from the date that such funds are available to the recipient. The recipient will be required to obligate 100 percent of their funds within 1 year of the date funds are made available, expend at least 50 percent of such funds within 2 years of the date in which funds became available, and expend 100 percent of such funds within 3 years of such date. If the recipient fails to comply with the 2 year expenditure requirement, funds will be recaptured. If the recipient fails to comply with the 3 year expenditure requirement, the balance of the funds originally awarded to the recipient will be recaptured." (from [Native American Housing Block Grants - Hawaiian Grant \(Formula\)](#))

Type of funding: Formula

How to apply: The recipient will be required to complete a Native Hawaiian Housing Plan (NHHP) amendment to their fiscal year 2008 NHHP and to execute a Funding Approval/Agreement with the Special Conditions. These documents will need to be signed by the recipient and sent to the relevant Area Office of Native American Programs (ONAP). Once these documents are received by the Area ONAP, the Funding Approval/Agreement will be executed and the information will be entered in the accounting system so that funds will be available in the Line of Credit Control System (LOCCS). In compliance with the Recovery Act,

the funds will be obligated by March 19, 2009. Housing entity eligible to receive funding under title VIII of NAHASDA (25 U.S.C. 4221 et seq.) This entity is identified as the Department of Hawaiian Home Lands.